

**ND PUBLIC EMPLOYEES RETIREMENT SYSTEM**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2004**

|   | October-04         |              |              |              | September-04       |              |              |               | Current       | Prior Year    | 3 Years       | 5 Years       |
|---|--------------------|--------------|--------------|--------------|--------------------|--------------|--------------|---------------|---------------|---------------|---------------|---------------|
|   | Market Value       | Allocation   | Policy       | Month        | Market Value       | Allocation   | Quarter      | Net ROR       | Fiscal YTD    | FY04          | Ended         | Ended         |
|   |                    |              |              | Net ROR      |                    |              | Net ROR      |               |               |               | 6/30/2004     | 6/30/2004     |
|   |                    |              |              |              |                    |              |              |               |               |               | Net           | Net           |
| <b>LARGE CAP DOMESTIC EQUITY</b>        |                    |              |              |              |                    |              |              |               |               |               |               |               |
| <i>Structured Growth</i>                |                    |              |              |              |                    |              |              |               |               |               |               |               |
| LA Capital                              | 57,377,264         | 4.3%         | 4.5%         | 0.11%        | 57,289,937         | 4.4%         | 4.5%         | -4.17%        | -4.06%        | N/A           | N/A           | N/A           |
| <b>Total Structured Growth</b>          | <b>57,377,264</b>  | <b>4.3%</b>  | <b>4.5%</b>  | <b>0.11%</b> | <b>57,289,937</b>  | <b>4.4%</b>  | <b>4.5%</b>  | <b>-4.17%</b> | <b>-4.06%</b> | <b>19.20%</b> | <b>-5.87%</b> | <b>-7.07%</b> |
| Russell 1000 Growth                     |                    |              |              | 1.56%        |                    |              |              | -5.23%        | -3.75%        | 17.88%        | -3.74%        | -6.48%        |
| <i>Structured Value</i>                 |                    |              |              |              |                    |              |              |               |               |               |               |               |
| LSV                                     | 63,063,633         | 4.7%         | 4.5%         | -0.17%       | 63,142,110         | 4.8%         | 4.5%         | 3.11%         | 2.94%         | 29.44%        | 9.20%         | 8.31%         |
| Russell 1000 Value                      |                    |              |              | 1.66%        |                    |              |              | 1.54%         | 3.23%         | 21.13%        | 2.96%         | 0.64%         |
| <i>Enhanced Russell 1000 Index</i>      |                    |              |              |              |                    |              |              |               |               |               |               |               |
| LA Capital                              | 77,303,655         | 5.8%         | 6.0%         | 0.73%        | 76,718,414         | 5.8%         | 6.0%         | -2.24%        | -1.53%        | 18.59%        | -0.17%        | N/A           |
| Russell 1000                            |                    |              |              | 1.61%        |                    |              |              | -1.81%        | -0.23%        | 19.48%        | -0.32%        | N/A           |
| <i>Enhanced S&amp;P 500 Index</i>       |                    |              |              |              |                    |              |              |               |               |               |               |               |
| Northern Trust                          | 78,621,852         | 5.9%         | 6.0%         | 1.64%        | 77,325,237         | 5.9%         | 6.0%         | -2.17%        | -0.57%        | 19.00%        | -0.31%        | N/A           |
| Strong                                  | 1                  | 0.0%         | 0.0%         | N/A          | 64                 | 0.0%         | 0.0%         | N/A           | N/A           | 21.13%        | -0.06%        | N/A           |
| Westridge                               | 78,263,313         | 5.9%         | 6.0%         | 1.56%        | 77,034,816         | 5.9%         | 6.0%         | -1.94%        | -0.41%        | 19.30%        | -0.36%        | N/A           |
| <b>Total Enhanced S&amp;P 500 Index</b> | <b>156,885,166</b> | <b>11.8%</b> | <b>12.0%</b> | <b>1.60%</b> | <b>154,360,118</b> | <b>11.8%</b> | <b>12.0%</b> | <b>-2.13%</b> | <b>-0.56%</b> | <b>19.81%</b> | <b>-0.24%</b> | <b>N/A</b>    |
| S&P 500                                 |                    |              |              | 1.53%        |                    |              |              | -1.87%        | -0.37%        | 19.11%        | -0.69%        | N/A           |
| <i>S&amp;P 500 Index</i>                |                    |              |              |              |                    |              |              |               |               |               |               |               |
| State Street                            | 39,876,602         | 3.0%         | 3.0%         | 1.53%        | 39,268,327         | 3.0%         | 3.0%         | -1.87%        | -0.37%        | 19.08%        | -0.67%        | -2.17%        |
| S&P 500                                 |                    |              |              | 1.53%        |                    |              |              | -1.87%        | -0.37%        | 19.11%        | -0.69%        | -2.20%        |
| <b>TOTAL LARGE CAP DOMESTIC EQUITY</b>  | <b>394,506,321</b> | <b>29.7%</b> | <b>30.0%</b> | <b>0.92%</b> | <b>390,778,905</b> | <b>29.8%</b> | <b>30.0%</b> | <b>-1.59%</b> | <b>-0.68%</b> | <b>20.38%</b> | <b>0.08%</b>  | <b>-2.14%</b> |
| S&P 500                                 |                    |              |              | 1.53%        |                    |              |              | -1.87%        | -0.37%        | 19.11%        | -0.69%        | -2.20%        |
| <b>SMALL CAP DOMESTIC EQUITY</b>        |                    |              |              |              |                    |              |              |               |               |               |               |               |
| <i>Manager-of-Managers</i>              |                    |              |              |              |                    |              |              |               |               |               |               |               |
| SEI                                     | 138,259,648        | 10.4%        | 10.0%        | 2.26%        | 135,169,121        | 10.3%        | 10.0%        | -3.59%        | -1.42%        | 33.33%        | 5.76%         | N/A           |
| Russell 2000 + 200bp                    |                    |              |              | 2.14%        |                    |              |              | -2.36%        | -0.28%        | 35.99%        | 8.43%         | N/A           |
| <b>TOTAL SMALL CAP DOMESTIC EQUITY</b>  | <b>138,259,648</b> | <b>10.4%</b> | <b>10.0%</b> | <b>2.26%</b> | <b>135,169,121</b> | <b>10.3%</b> | <b>10.0%</b> | <b>-3.59%</b> | <b>-1.42%</b> | <b>33.33%</b> | <b>5.76%</b>  | <b>6.81%</b>  |
| Russell 2000                            |                    |              |              | 1.97%        |                    |              |              | -2.86%        | -0.94%        | 33.36%        | 6.24%         | 6.63%         |
| <b>INTERNATIONAL EQUITY</b>             |                    |              |              |              |                    |              |              |               |               |               |               |               |
| <i>Large Cap - Core</i>                 |                    |              |              |              |                    |              |              |               |               |               |               |               |
| State Street                            | 27,855,249         | 2.1%         | 2.0%         | 3.85%        | 26,805,666         | 2.0%         | 2.0%         | -1.24%        | 2.57%         | 27.44%        | 0.42%         | -1.44%        |
| MSCI EAFE - 50% Hedged                  |                    |              |              | 2.12%        |                    |              |              | -0.72%        | 1.39%         | 26.98%        | -1.27%        | -1.15%        |
| <i>Large Cap - Active</i>               |                    |              |              |              |                    |              |              |               |               |               |               |               |
| Capital Guardian                        | 65,954,533         | 5.0%         | 5.0%         | 2.12%        | 64,488,204         | 4.9%         | 5.0%         | -1.48%        | 0.61%         | 25.40%        | -1.15%        | 1.54%         |
| Bank of Ireland                         | 13,676,551         | 1.0%         | 1.0%         | 3.48%        | 13,174,680         | 1.0%         | 1.0%         | -1.07%        | 2.37%         | 23.61%        | N/A           | N/A           |
| <b>Total Large Cap - Active</b>         | <b>79,631,084</b>  | <b>6.0%</b>  | <b>6.0%</b>  | <b>2.35%</b> | <b>77,662,885</b>  | <b>5.9%</b>  | <b>6.0%</b>  | <b>-1.41%</b> | <b>0.91%</b>  | <b>25.11%</b> | <b>-0.79%</b> | <b>1.76%</b>  |
| MSCI EAFE - 50% Hedged                  |                    |              |              | 2.12%        |                    |              |              | -0.72%        | 1.39%         | 26.98%        | -1.27%        | -1.15%        |
| <i>Small Cap - Active</i>               |                    |              |              |              |                    |              |              |               |               |               |               |               |
| Lazard                                  | 13,330,695         | 1.0%         | 1.0%         | 3.46%        | 14,085,757         | 1.1%         | 1.0%         | 0.76%         | 4.24%         | 44.40%        | N/A           | N/A           |
| Wellington                              | 13,415,132         | 1.0%         | 1.0%         | 3.55%        | 12,921,174         | 1.0%         | 1.0%         | -4.63%        | -1.25%        | 42.26%        | N/A           | N/A           |
| <b>Total Small Cap - Active</b>         | <b>26,745,827</b>  | <b>2.0%</b>  | <b>2.0%</b>  | <b>3.50%</b> | <b>27,006,931</b>  | <b>2.1%</b>  | <b>2.0%</b>  | <b>-1.92%</b> | <b>1.51%</b>  | <b>43.25%</b> | <b>N/A</b>    | <b>N/A</b>    |
| Citigroup Broad Market Index < \$2BN    |                    |              |              | 3.40%        |                    |              |              | -0.82%        | 2.55%         | 47.95%        | N/A           | N/A           |
| <b>TOTAL INTERNATIONAL EQUITY</b>       | <b>134,232,160</b> | <b>10.1%</b> | <b>10.0%</b> | <b>2.89%</b> | <b>131,475,481</b> | <b>10.0%</b> | <b>10.0%</b> | <b>-1.47%</b> | <b>1.38%</b>  | <b>29.19%</b> | <b>2.00%</b>  | <b>1.63%</b>  |
| MSCI EAFE - 50% Hedged                  |                    |              |              | 2.12%        |                    |              |              | -0.72%        | 1.39%         | 26.98%        | -1.27%        | -1.15%        |
| <b>EMERGING MARKETS EQUITY</b>          |                    |              |              |              |                    |              |              |               |               |               |               |               |
| Capital Guardian                        | 68,607,692         | 5.2%         | 5.0%         | 2.79%        | 66,748,065         | 5.1%         | 5.0%         | 7.64%         | 10.65%        | 27.91%        | 8.93%         | 2.83%         |
| MSCI Emerging Markets Free              |                    |              |              | 2.40%        |                    |              |              | 8.25%         | 10.85%        | 33.50%        | 13.09%        | 3.25%         |
| <b>DOMESTIC FIXED INCOME</b>            |                    |              |              |              |                    |              |              |               |               |               |               |               |
| <i>Core Bond</i>                        |                    |              |              |              |                    |              |              |               |               |               |               |               |
| Western Asset                           | 33,141,160         | 2.5%         | 2.4%         | 0.88%        | 32,846,945         | 2.5%         | 2.4%         | 3.67%         | 4.58%         | 2.02%         | 8.00%         | 8.39%         |
| Lehman Aggregate                        |                    |              |              | 0.84%        |                    |              |              | 3.20%         | 4.06%         | 0.32%         | 6.35%         | 6.95%         |
| <i>Active Duration</i>                  |                    |              |              |              |                    |              |              |               |               |               |               |               |
| WestAM (Criterion)                      | 32,698,730         | 2.5%         | 2.4%         | 0.72%        | 32,455,709         | 2.5%         | 2.4%         | 2.75%         | 3.49%         | -0.25%        | 5.14%         | 6.43%         |
| Lehman Aggregate                        |                    |              |              | 0.84%        |                    |              |              | 3.20%         | 4.06%         | 0.32%         | 6.35%         | 6.95%         |
| <i>Index</i>                            |                    |              |              |              |                    |              |              |               |               |               |               |               |
| Bank of ND                              | 55,313,975         | 4.2%         | 4.4%         | 0.86%        | 54,841,820         | 4.2%         | 4.4%         | 3.46%         | 4.34%         | -1.03%        | 6.88%         | 7.04%         |
| Bank of ND Match Loan CD Program        | 21,730,584         | 1.6%         | 1.6%         | 0.42%        | 21,639,059         | 1.6%         | 1.6%         | 1.21%         | 1.64%         | 5.08%         | 5.57%         | 5.70%         |
| <b>Total Index</b>                      | <b>77,044,559</b>  | <b>5.8%</b>  | <b>6.0%</b>  | <b>0.73%</b> | <b>76,480,879</b>  | <b>5.8%</b>  | <b>6.0%</b>  | <b>3.05%</b>  | <b>3.80%</b>  | <b>0.23%</b>  | <b>6.79%</b>  | <b>6.83%</b>  |
| Lehman Gov/Credit                       |                    |              |              | 0.87%        |                    |              |              | 3.56%         | 4.45%         | -0.72%        | 6.73%         | 7.10%         |
| <i>Convertibles</i>                     |                    |              |              |              |                    |              |              |               |               |               |               |               |
| TCW                                     | 32,280,695         | 2.4%         | 2.4%         | 1.17%        | 31,900,431         | 2.4%         | 2.4%         | -3.94%        | -2.82%        | 16.74%        | 0.51%         | 3.89%         |
| First Boston Convertible Index          |                    |              |              | 0.39%        |                    |              |              | -1.05%        | -0.67%        | 14.44%        | 4.95%         | 5.78%         |

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INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2004**

|   | October-04    |            |        |               | September-04  |            |        |                 | Current            | Prior Year   | 3 Years             | 5 Years             |
|---|---------------|------------|--------|---------------|---------------|------------|--------|-----------------|--------------------|--------------|---------------------|---------------------|
|   | Market Value  | Allocation | Policy | Month Net ROR | Market Value  | Allocation | Policy | Quarter Net ROR | Fiscal YTD Net ROR | FY04 Net ROR | Ended 6/30/2004 Net | Ended 6/30/2004 Net |
| <b>BBB Average Quality</b>                      |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| <b>Strong</b>                                   | 33,015,546    | 2.5%       | 2.4%   | 1.28%         | 32,084,003    | 2.4%       | 2.4%   | 4.62%           | 5.95%              | 1.29%        | 6.26%               | 7.23%               |
| <i>Lehman BBB</i>                               |               |            |        | 1.03%         |               |            |        | 4.76%           | 5.84%              | 1.23%        | 8.23%               | 6.60%               |
| <b>Timberland</b>                               |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| RMK   | 38,183,999    | 2.9%       | 2.9%   | -0.07%        | 38,262,677    | 2.9%       | 2.9%   | 3.86%           | 3.78%              | 10.46%       | N/A                 | N/A                 |
| TIR   | 73,069,727    | 5.5%       | 5.5%   | -0.07%        | 73,069,727    | 5.6%       | 5.6%   | N/A             | N/A                | N/A          | N/A                 | N/A                 |
| <b>Total Timberland</b>                         | 111,253,726   | 8.4%       | 8.4%   | -0.07%        | 111,332,404   | 8.5%       | 8.5%   | 3.86%           | 3.78%              | 10.46%       | N/A                 | N/A                 |
| <b>TOTAL DOMESTIC FIXED INCOME</b>              | 319,434,418   | 24.0%      | 24.0%  | 0.56%         | 317,100,371   | 24.2%      | 24.0%  | 2.69%           | 3.27%              | 5.08%        | 6.35%               | 7.34%               |
| <i>Lehman Aggregate</i>                         |               |            |        | 0.84%         |               |            |        | 3.20%           | 4.06%              | 0.32%        | 6.35%               | 6.95%               |
| <b>HIGH YIELD BONDS</b>                         |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| <b>Loomis Sayles</b>                            | 34,924,876    | 2.6%       | 2.5%   | 2.61%         | 33,996,575    | 2.6%       | 2.5%   |                 | 9.01%              | N/A          | N/A                 | N/A                 |
| <i>Lehman High Yield Cash Pay Index</i>         |               |            |        | 1.79%         |               |            |        |                 | 6.72%              | N/A          | N/A                 | N/A                 |
| <b>Sutter/Wells Capital</b>                     | 34,555,085    | 2.6%       | 2.5%   | 1.71%         | 33,962,583    | 2.6%       | 2.5%   |                 | 5.98%              | N/A          | N/A                 | N/A                 |
| <i>Merrill Lynch High Yield Master II Index</i> |               |            |        | 1.89%         |               |            |        |                 | 6.61%              | N/A          | N/A                 | N/A                 |
| <b>TOTAL HIGH YIELD BONDS</b>                   | 69,479,961    | 5.2%       | 5.0%   | 2.16%         | 67,959,158    | 5.2%       | 5.0%   |                 | 7.48%              | 7.69%        | 6.68%               | 2.79%               |
| <i>Lehman High Yield Bond Index</i>             |               |            |        | 1.81%         |               |            |        |                 | 6.74%              | 10.33%       | 9.30%               | 4.78%               |
| <b>INTERNATIONAL FIXED INCOME</b>               |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| <b>International Sovereign</b>                  |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| <b>UBS Global (Brinson)</b>                     | 33,227,042    | 2.5%       | 2.5%   | 3.59%         | 31,745,541    | 2.4%       | 2.5%   | 3.06%           | 6.76%              | 7.86%        | 14.20%              | 6.47%               |
| <i>Citigroup Non-US Gov't Bond Index (1)</i>    |               |            |        | 3.53%         |               |            |        | 3.29%           | 6.93%              | 7.59%        | 13.65%              | 6.84%               |
| <b>International Core</b>                       |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| <b>Brandywine</b>                               | 33,344,247    | 2.5%       | 2.5%   | 2.86%         | 32,681,900    | 2.5%       | 2.5%   | 4.74%           | 7.73%              | 9.65%        | N/A                 | N/A                 |
| <i>Lehman Global Aggregate (ex-US)</i>          |               |            |        | 3.46%         |               |            |        | 3.49%           | 7.07%              | 5.20%        | N/A                 | N/A                 |
| <b>TOTAL INTERNATIONAL FIXED INCOME</b>         | 66,571,290    | 5.0%       | 5.0%   | 3.22%         | 64,427,440    | 4.9%       | 5.0%   | 3.90%           | 7.24%              | 8.78%        | 14.41%              | 6.59%               |
| <i>Citigroup Non-US Gov't Bond Index (1)</i>    |               |            |        | 3.53%         |               |            |        | 3.29%           | 6.93%              | 7.59%        | 13.65%              | 6.84%               |
| <b>REAL ESTATE</b>                              |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| JMB   | 10,054        |            |        | 0.00%         | 10,054        |            |        | 16.49%          | 16.49%             | 1.45%        | -5.90%              | -3.04%              |
| INVERSCO  | 28,248,266    |            |        | 3.89%         | 27,191,276    |            |        | -5.91%          | -2.25%             | 6.72%        | 5.80%               | 7.59%               |
| J.P. Morgan                                     | 35,494,279    |            |        | 0.12%         | 35,451,816    |            |        | 3.83%           | 3.96%              | 11.11%       | 7.63%               | 9.54%               |
| <b>TOTAL REAL ESTATE</b>                        | 63,752,599    | 4.8%       | 5.0%   | 1.89%         | 62,653,146    | 4.8%       | 5.0%   | -0.88%          | 1.00%              | 8.87%        | 6.70%               | 8.55%               |
| <i>NCREIF TOTAL INDEX</i>                       |               |            |        | 1.13%         |               |            |        | 3.42%           | 4.59%              | 10.82%       | 8.40%               | 9.33%               |
| <b>ALTERNATIVE INVESTMENTS</b>                  |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| Brinson IVCF II                                 | 168,265       |            |        | 0.00%         | 169,353       |            |        | 0.40%           | 0.40%              | 19.39%       | -7.72%              | 4.43%               |
| Coral Partners II                               | 121,653       |            |        | 0.00%         | 120,310       |            |        | -0.35%          | -0.35%             | 14.14%       | -16.27%             | -15.91%             |
| Coral Partners V                                | 5,633,162     |            |        | 0.00%         | 5,897,185     |            |        | 6.37%           | 6.37%              | -31.07%      | -34.06%             | -13.63%             |
| Coral Partners V - Supplemental                 | 665,281       |            |        | 0.00%         | 701,331       |            |        | 2.37%           | 2.37%              | 30.44%       | N/A                 | N/A                 |
| Coral Partners VI                               | 3,682,741     |            |        | 0.00%         | 3,813,950     |            |        | -0.28%          | -0.28%             | -21.72%      | N/A                 | N/A                 |
| Brinson 1998 Partnership Fund                   | 1,689,062     |            |        | 0.00%         | 1,687,069     |            |        | 3.37%           | 3.37%              | 9.41%        | -7.52%              | 3.66%               |
| Brinson 1999 Partnership Fund                   | 2,518,038     |            |        | 0.00%         | 2,515,067     |            |        | 0.48%           | 0.48%              | 14.66%       | -9.09%              | -1.33%              |
| Brinson 2000 Partnership Fund                   | 4,664,155     |            |        | 0.00%         | 4,658,652     |            |        | 3.01%           | 3.01%              | 11.19%       | -6.65%              | N/A                 |
| Brinson 2001 Partnership Fund                   | 2,107,267     |            |        | 0.00%         | 2,104,781     |            |        | 0.81%           | 0.81%              | 6.64%        | -2.03%              | N/A                 |
| Brinson 2002 Partnership Fund                   | 1,186,346     |            |        | 0.00%         | 1,184,946     |            |        | -4.97%          | -4.97%             | 14.42%       | N/A                 | N/A                 |
| Brinson 2003 Partnership Fund                   | 258,559       |            |        | 0.00%         | 158,669       |            |        | -2.71%          | -2.71%             | -4.63%       | N/A                 | N/A                 |
| Brinson 1999 Non-US Partnership Fund            | 1,455,098     |            |        | 0.00%         | 1,453,381     |            |        | 5.73%           | 5.73%              | 21.09%       | 8.14%               | 4.24%               |
| Brinson 2000 Non-US Partnership Fund            | 1,774,226     |            |        | 0.00%         | 1,772,133     |            |        | 3.24%           | 3.24%              | 15.38%       | 5.71%               | N/A                 |
| Brinson 2001 Non-US Partnership Fund            | 1,083,717     |            |        | 0.00%         | 1,082,438     |            |        | 0.86%           | 0.86%              | 16.63%       | 3.39%               | N/A                 |
| Brinson 2002 Non-US Partnership Fund            | 1,767,892     |            |        | 0.00%         | 1,765,806     |            |        | 0.27%           | 0.27%              | 18.67%       | N/A                 | N/A                 |
| Brinson 2003 Non-US Partnership Fund            | 382,045       |            |        | 0.00%         | 381,594       |            |        | -0.12%          | -0.12%             | -3.93%       | N/A                 | N/A                 |
| Brinson 2004 Non-US Partnership Fund            | 74,097        |            |        | 0.00%         | 74,010        |            |        | 0.09%           | 0.09%              | N/A          | N/A                 | N/A                 |
| Brinson BVCF IV                                 | 8,564,142     |            |        | 0.00%         | 8,328,279     |            |        | 6.66%           | 6.66%              | 21.17%       | -9.85%              | -10.01%             |
| Matlin Patterson Global Opportunities           | 8,171,969     |            |        | 0.00%         | 8,162,327     |            |        | -3.26%          | -3.26%             | 13.00%       | N/A                 | N/A                 |
| Matlin Patterson Global Opportunities II        | 4,937,003     |            |        | 0.00%         | -             |            |        | N/A             | N/A                | N/A          | N/A                 | N/A                 |
| InvestAmerica                                   | 1,878,286     |            |        | 0.00%         | 1,876,070     |            |        | 17.28%          | 17.28%             | -7.73%       | N/A                 | N/A                 |
| Hearthstone MSII                                | 566,740       |            |        | 0.00%         | 213,768       |            |        | 106.69%         | 106.69%            | 28.64%       | 20.32%              | N/A                 |
| Hearthstone MSIII                               | 9,826,037     |            |        | 0.00%         | 9,692,693     |            |        | -0.08%          | -0.08%             | N/A          | N/A                 | N/A                 |
| <b>TOTAL ALTERNATIVE INVESTMENTS (2)</b>        | 63,175,781    | 4.8%       | 5.0%   | 0.00%         | 57,813,811    | 4.4%       | 5.0%   | 2.90%           | 2.90%              | 3.23%        | -12.85%             | -1.69%              |
| <b>CASH EQUIVALENTS</b>                         |               |            |        |               |               |            |        |                 |                    |              |                     |                     |
| <b>Northern Trust STIF/STEP</b>                 | 11,904,953    | 0.9%       | 1.0%   | 0.13%         | 17,787,580    | 1.4%       | 1.0%   | 0.44%           | 0.57%              | 1.44%        | 1.86%               | 3.48%               |
| <i>90 Day T-Bill</i>                            |               |            |        | 0.12%         |               |            |        | 0.37%           | 0.49%              | 0.98%        | 1.71%               | 3.29%               |
| <b>TOTAL FUND</b>                               | 1,329,924,822 | 100.0%     | 100.0% | 1.44%         | 1,311,913,079 | 100.0%     | 100.0% | 0.50%           | 1.95%              | 16.66%       | 4.65%               | 3.78%               |
| <b>POLICY TARGET BENCHMARK</b>                  |               |            |        | 1.51%         |               |            |        | 0.99%           | 2.52%              | 14.79%       | 4.29%               | 3.62%               |

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(2) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.